UNITED STATES DISTRICT COURT

EASTERN DISTRICT OF OKLAHOMA

JEREMY KEITH DAVIS,)
Plaintiff,)
v.) Case No. CIV-24-098-JAR
TRUCK RELOCATING SERVICES, LLC; TEAM DRIVE-AWAY, INC.; and JACKIE R. POARCH,)))
Defendants.)

OPINION AND ORDER

On this date, this Court conducted a hearing on Defendant Team Drive-Away, Inc.'s Motion to Dismiss (Docket Entry #20). Upon consideration of the briefing and the arguments of counsel, this Court finds that Defendant Team Drive-Away, Inc. acquired the assets of Defendant Truck Relocating Services, LLC some ten months after the accident which forms the subject matter of this action. The general rule resulting from such a purchase is that "when one company sells or otherwise transfers all its assets to another company, the successor is not liable for the debt and liabilities of the seller" unless "(1) an agreement exists to assume such debts or liabilities; (2) the corporations are consolidated or merged; (3) the transaction was fraudulent; or (4) the purchasing corporation is a mere continuation of the selling company." Crutchfield v. Marine Power Engine Co., 209 P.3d 295, 297 (Okla. 2009).

In accordance with the statements made at the hearing by Plaintiff's counsel and the facts set out in the briefs, no good faith argument or representation of the evidence can be made that Defendant Team Drive-Away, Inc. purchased the liabilities of Defendant Truck Relocating Services, LLC. The other exceptions are also contraindicated from the evidence in that it appears

to have been strictly an asset sale. Accordingly, no plausible argument has been made to suggest

liability on the part of Defendant Team Drive-Away, Inc. under either a negligence or negligent

entrustment theory. Fed. R. Civ. P. 12(b)(6); Bell Atlantic Corp. v. Twombly, 550 U.S. 544

(2007); Ashcroft v. Iqbal, 556 U.S. 662 (2009). At this time, permitting the amendment of the

Complaint on these claims against this Defendant would be futile. Should Plaintiff develop

evidence to indicate that one of the exceptions to the general rule governing asset sales between

corporations applies in this case, he may file an appropriate motion to amend the Complaint and

the Court will consider the request. To that end, the dismissal will be without prejudice.

IT IS THEREFORE ORDERED that, for the reasons stated on the record by the Court at

the hearing and as set forth herein, Defendant Team Drive-Away, Inc.'s Motion to Dismiss

(Docket Entry #20) is hereby GRANTED. Defendant Team Drive-Away, Inc. is hereby

DISMISSED without prejudice from this action.

IT IS SO ORDERED this 18th day of December, 2024.

JASON A. ROBERTSON

UNITED STATES MAGISTRATE JUDGE